

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

HB 2172 - SB 2147

March 5, 2018

SUMMARY OF BILL: Directs the Department of Health (DOH) to establish and enforce a medical supply donation program. The proposed legislation is effective January 1, 2019.

ESTIMATED FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- Based on information provided by the DOH, the DOH can accommodate the proposed legislation utilizing existing resources without an increased appropriation or reduced reversion.
- The proposed legislation allows the donation of medical supplies.
- Supplies mean any medical supplies other than prescription drugs.
- Prescription drug means a drug that under federal or state law is required to be dispensed only pursuant to a prescription order or is restricted to use by prescribers and that under federal law must be properly labeled with certain specified designations.
- There will be no impact on the Board of Pharmacy; therefore, any fiscal impact is estimated to be not significant.
- Pursuant to Tenn. Code Ann. § 4-29-121, all health related boards are required to be self-supporting over a two-year period. The Board of Pharmacy had an annual surplus of \$885,058 in FY15-16, an annual surplus of \$620,117 in FY16-17, and a cumulative reserve balance of \$2,601,038 on June 30, 2017.

IMPACT TO COMMERCE:

NOT SIGNIFICANT

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Assumptions:

- The proposed legislation is meant to provide donated supplies to individuals who are indigent or uninsured.
- It is assumed that indigent or uninsured individuals currently work with patient assistance companies to realize savings or go without supplies; therefore, it is estimated supply companies will not experience a significant decrease in revenue or increase in expenditures.
- The impact on jobs in Tennessee is estimated to be not significant because staff at the administering entities will handle the supply donations.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in blue ink that reads "Krista M. Lee". The signature is written in a cursive, flowing style.

Krista M. Lee, Executive Director

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